

Employees' Retirement System of the County of Milwaukee
Investment Committee Meeting
Minutes of November 1, 2007

1. Call to Order

Chairman Sarah Peck called the meeting to order at 2:40 p.m. in the Conference Room 203P of the Milwaukee County Courthouse at 901 North 9th Street, Milwaukee WI 53233.

2. Roll Call

Members Present:

Sarah Peck, Chairman

Dean Roepke

Members Excused:

Linda Bedford

Others Present:

Jack Hohrein, ERS Manager

Mark Grady, Principal Assistant Corporation Counsel

Pat Sylvestri, Mercer Investment Consulting

Terry Dennison, Mercer Investment Consulting

Guy Cooper, Mercer Investment Consulting

3. Review of Hotchkis Wiley Performance

Mr. Dennison reviewed the Special Mid-Cap report detailing an overview of the Mid-Cap Investment. He noted that Mercer recommends the termination of Hotchkis Wiley. He reported i shares could be used to transfer the portfolio. The Committee decided to notify Hotchkis Wiley to suspend trading and liquidate portfolio to cash daily after the full pension agrees on November 14, 2007.

4. Over All Review of Mid-Cap Equity

The report analyzed the managers by type. Each was clarified in Core, Value or Growth. Mr. Dennison reported that ERS should establish a break-even point to help them make decision about their managers. He noted that the performance of the Mid-Cap section should have specific defined goals established. Things to consider were risk, style of management, cash flow needs and index funds or other Mid-Cap managers.

5. Discussion of Global REIT'S

The Committee decided the REIT portfolio was positioned fine and no changes were necessary.

6. Future Topics

The Committee reviewed the list of future topics and added replacements for Hotchkis Wiley.

7. Adjournment

The meeting was adjourned at 3:25 p.m.

Submitted by
Jack L. Hohrein
Pension Board Secretary